DEUNIA 96 #536813 DOWN BUY I CHETON

TO: GLIKIN EROS.

2 JOSEM St.

Nimick, N.J. 07105

973-344-0500

CONTACT AT COURS. JURILY ALLERAND TONY PEREZ-

To. TREVOR 3/26/98

	1 0	@	<u>(b</u> )	(3)
	DORAL B1G1F (Pack Outlets)	DORAL	DORAL B2G1F (CTS Pack)	DORAL B1CG5F (CTS Carton)
		B2G1F (Pack Outlets)		
1. Selling/Execution Datail				************
Promotion Details				
Display Size/Load	20	21	105 (5 SKUs 21 each)	160
Offer/Materials - Item #	Display/POS Kit #536645	Display/POS Kit #536510	Display/POS Kit #536744	CTS 15-Carton Kit #536813 CTS POS Kit\ #536822
includes	Counter display preassembled, large paster	Counter display preassembled, POS Card	Counter Display preassembled, POS Card	Carton Kit contains 20 15-pack cartons POS Kit contains 2 Header Cards, 2 Side Cards, Paster
SKU Packing	1	1	1	20/SKU-Carton Kit 1/SKU-POS Kit
Recommended Displays	in SKU	in SKU	in SKU	#527951 CTS 8-Case Display or Retailer Promotional Shelving
2. ROU Detail				
Promotion #	800018	800017	800019	600021
Allocations Available	10/13	10/13	10/13	10/13
Model Available	11/3	11/3	N/A	N/A
Allocation Adjustments to Model	11/3 • 12/5	11/3 - 12/5	N/A	N/A
Templates Available	12/8	12/8	N/A	N/A
Value-Added Transfer Deadline	12/12	12/12	12/12	12/12
First Order Date	12/15	12/15	12/15	12/15
First Delivery Date to Direct Accounts	1/5/98	1/5/98	1/5/98	1/5/98
Reporting Dates	2/2 - 4/3	2/2 - 4/3	2/2 • 4/3	2/2 - 4/3
Placement Reporting	DOR FEB B1G1F	DOR FEB B2G1F	DOR FEB	DOR FEB
		, , , , , , , , , , , , , , , , , , , ,	CTSB2G1F	CTS CTN
Promotional Packaging UPC	12300-23797	12300-23850	12300-23850	12300-23852
Product UPC	Lts 85-24960	Lts 85-24950	Lts 85-24971	Lts 85-21861
	Lts 100-24961	Lts 100-24951	Lts 100-24972	Lts 100-24987
	FF 100-24962	FF 100s-24952	FF 100-24973	FF 100-24988
	Lts Mthl 100-24963	Lts Mthl 100-24953	Lts Mthl 100-24974	Lts Mthl-24989
	Uff Lts 100-24964	Ult 100s-24954	Ult Lts 100-24975	Lts Mthl 100-24990
•	Mthl 100-24965		FF Box-24976	FF 85-21859
	FF Box-24966		Lts Box-24977	Ult Lts 100-24991
	Lts Box-24967		FF Box 100-24978	FF Box-21773
	FF Box 100-24968	ļ	Lts Box 100-24979	Lts Box-21774
	Lts Box 100-24969			FF Box 100-24992
	Mthl Box-24970	[	1	Lts Box 100-24993
		1		Mthl Box-24994

DORAL B1G1F Regions: 1100, 1200, 1600, 5100, 5400, 5600, 6700.

DORAL B1G1F will be pre-sleeved in Winston-Salem. Each carton will contain five B1G1F offers. Each 6M case contains 150 offers. Direct account should place four pre-sleeved cartons in each counter display and ship to retail. It is not necessary to load display. Recommended VAP payments to direct accounts is same as B2G1F (\$4.90 per 6M promotional case).

DORAL B2G1F Regions: 1300, 1700, 1800, 2100, 2200, 2300, 2600, 2900, 5800, 6200, 6300, 6600, 6900.

DORAL B2G1F will be pre-sleeved in Winston-Salem. Each carton will contain three B2G1F offers plus one live pack. Each 6M case contains 90 offers per case plus 30 live packs. Direct accounts should place seven pre-sleeved cartons in each counter display and ship to retail. It is not necessary to load display. Recommended VAP payments to direct accounts is \$14 per live 12M case to place cartons in preassembled display and ship. This equates to \$4.90 per 6M promotional case.

DORAL February B1CG5F promotional sleeve is identical to January \$7.50/15 pack sleeve. Gratis product will arrive at direct accounts in plain white cartons. Direct accounts to load one live carton and five gratis packs into 15-pack sleeve. (each SKU contains 20 carton sleeves.) Each 6M gratis case contains 60 five-pack offers. All gratis product will have complimentary tear tape.

## **DORAL** (continued)

February - CTS Outlet Carton Promotion - All Regions

Buy 1 carton get 5 packs free with name generation insert.

- Promotion targeted for Retail Partners.

 Designed to attract franchise DORAL smokers, allowing the concurrent B2G1F pack promotion to be available for competitive trial.

Generate franchise names for DORAL & Co.

- Promotion sleeve is identical to the January \$7.50 off special 15 pack carton promotion.

Gratis packs for promotion will arrive at direct accounts in plain white cartons.

- Direct account should load 1 live carton of DORAL and corresponding 5 free packs into 15 pack sleeve.

- 20 offers per shipper SKU (30 total cartons).

- All gratis product will have complimentary tear tape.

- VAP ship date to retail accounts is week of February 16, 1998.
- March CTS Outlet Pack Promotion

Pre-packed 5-pack sleeve (1/2 carton) with name generation insert.

Promotion targeted for Retail Partners.

 Designed to offer an alternative to carton purchasers that become interested in trading down to pack purchasers due to potentially higher retail prices in 1998.

Incents consumer to purchase 5 packs versus 2-3 packs.

- Generate names for DORAL & Co.

 No special offer included with 5 pack sleeves. The normal ceiling strategy pricing activity should also be applied to each 5 pack sleeve (examples below).

5 pack sleeves will arrive at direct accounts in plain white cartons, 2 sleeves per carton.

- Direct account should ship designated quantity of sleeves to targeted CTS outlets.
- Promotion execution at retail 5 pack sleeve

Proper pricing communication is critical to the success of this promotion.

## Option #1

- When selling promotion to retailer, number 1 objective is to achieve the best selling price for the 5 pack sleeve (Option #1). Retailers that insist on using their normal pack price times 5 packs to arrive at 5 pack sleeve selling price should not be sold this promotion.
- 5-pack sleeve priced equal to ½ of the retailer carton price, minus any ceiling strategy discount in place at the time.

Carton Price (non-promoted)

\$14.90

-Ceiling Strategy Buydown

\$2.00 ctn./20¢ per pack

\$14.90 Carton price + 2 = \$7.45 - discount (\$1.00) = \$6.45 5 pack sleeve price